

Unit price: US\$43.30

Data as at 30th November 2005



December 2005

Siberian Investment Co.

November brought a strong rebound for the index. We had some disappointing news with one of our second tier names. A leak of 'independent' auditor valuations of the Rosneft subsidiary companies proved mean and in two cases, completely, illogical. Komsomolsk Refinery was valued at a paltry US\$40million. Sibinco owns the preference shares of the counter which depreciated by over 50%. Two things stand out here. First price manipulation is common in second tier stocks especially consolidation shares. It is important to remember that the final swap ratios have not been announced by Rosneft and we have made a number of representations to the company both individually and with others. Second Purneftegas, our main exposure received a much more sensible valuation in this leaked report. Rosneft remains a company we want to hold. It is the fastest growing major Russian oil company, it has excellent 'state' connections and it is planning an IPO. Our rationale is it will mature (after this teething stage) into a national champion, similar to Gazprom and Lukoil. By way of illustration this event demonstrates that investing in the second tier is not without its risks, a lesson that can be forgotten in a rising market.

Sector Breakdown

Sector	% NAV
Oil & Gas	48.5
Energy	18.8
Telecommunications	12.3
Engineering	1.9
Metals	6.9
Banking	11.4
Shipping	1.2
Chemicals	1.6
Funds	0.2
Cash	-2.8
Total	100.0%

Top 10 Holdings

Company	% NAV
Lukoil ADR	9.3
Sberbank Rossii Pref	8.7
Renaissance Capita Rengaz	8.2
TNK BP Holding	6.5
Transneft Pref	5.9
Novy Neft Ltd	5.7
Surgutneftegas ADR Pref	5.5
Rosneft-Purneftegas	4.8
UFaneftkhim	4.6
Sistema GDR	3.4
Total	62.6%

Siberian Investment Co. Performance

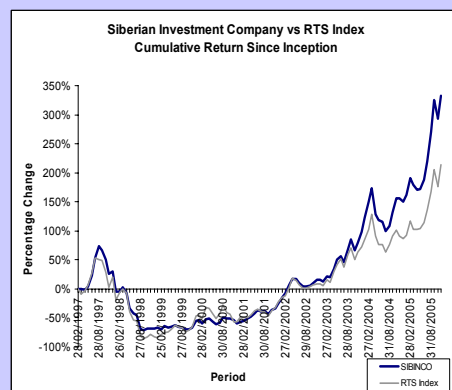
Micropal Russian Universe

	LG Fund	RTS Index	
Last month	10.0	13.9	7.1
Last 3 months	16.9	17.6	13.2
Last 6 months	59.1	53.9	43.4
Year to date	72.9	68.9	59.4
Last 1 year	68.7	65.2	59.9
Last 2 years	141.5	92.0	109.1
Last 3 years	275.5	189.3	240.6
Last 4 years	554.1	363.9	400.7
Last 5 years	833.2	544.5	712.2
Last 6 years	1208.2	789.3	838.9
Last 7 years	1279.0	1349.2	1162.1
Last 8 years	244.7	205.0	176.5
Since inception	333.0	214.3	190.3

Micropal Ranking in Russia closed & open-ended funds

	Last month	Last 3 months	Last 6 months	Last 1 year	Last 2 years	Last 3 years	Last 4 years	Last 5 years	Last 6 years	Last 7 years	Last 8 years	Since Inception
Sibinco	8	7	3	6	3	5	3	7	3	6	4	2
No. of funds	31	31	30	29	27	26	24	24	18	17	10	8

Since inception (February 1997) +333.0%



Siberian Investment Co.

INVESTMENT OBJECTIVE

The principal investment objective of the Fund is to provide Shareholders with long-term capital appreciation through investment primarily in a diversified portfolio of traded securities of Russian companies whose principal business activities are in the regions of the Russian Federation located east of the Ural Mountains.

LLOYD GEORGE MANAGEMENT

Lloyd George Management is an independent company predominantly owned by its senior management team. We have additional shareholders in the United States, Germany and Japan. Established by Robert Lloyd George in 1991, Lloyd George Management provides investment management in Asian and emerging markets equities for both private clients and institutional investors. The company comprises a team of highly experienced fund managers each offering a specialised area of knowledge, the senior management team having an average of 16 years investment experience.



EDWARD ROBERTSON - FUND MANAGER

Prior to joining Lloyd George Management, Edward Robertson moved to Hong Kong in 1992, where he lived for five years working for the South China Morning Post and subsequently for Cazenove & Co. and Nava Standard Chartered Securities where he was responsible for Sales of South East Asian securities to institutional clients. In 1999, he joined Lloyd George Management where he runs the Siberian Fund and covers the EMEA region.

General information

The Siberian Investment Co. is an open-ended fund, registered in Ireland.

This is neither an offer to sell nor a solicitation of any offer to buy shares in any fund managed by us. Any offering is made only pursuant to the relevant information memorandum, together with the current financial statements of the relevant fund, if available, and the relevant subscription application, all of which must be read to their entirety. No offer to purchase shares will be made or accepted prior to receipt by the offeree of these documents and the completion of all appropriate documentation. The shares have not and will not be registered for sale, and there will be no public offering of the shares. No offer to sell (or solicitation of an offer to buy) will be made in any jurisdiction in which such offer or solicitation would be unlawful. Past performance of a fund is no guarantee as to its performance in the future.

Inception date:	February 1997
Open ended fund:	Since December 2003
Dealing day:	Every Tuesday
Minimum subscription:	€250,000
Redemptions:	Monthly
Investment manager fee:	1.5%
Annual performance fee:	10% with 15% hurdle rate
Fund Size as at 30/11/2005:	US\$66.68 million

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